2018.2. E

### SOUTHERN ENVIRONMENTAL LAW CENTER

Telephone 843-720-5270

463 KING STREET, SUITE B CHARLESTON, SC 29403-7204 Facsimile 843-414-7039

July 6, 2018

The Honorable Daniel E. Shearouse Clerk, South Carolina Supreme Court P.O. Box 11330 Columbia, SC 29211

Re:

South Carolina Coastal Conservation League et al. v. South Carolina Public Service Commission, et al., Appellate Case No. 2018-001165

Dear Mr. Shearouse:

On behalf of Appellants South Carolina Coastal Conservation League and the Southern Alliance for Clean Energy, enclosed for filing is the original and six (6) copies of a Return to South Carolina Electric & Gas Company's Motion to Dismiss Appeal Or, In The Alternative, To Hold Appeal In Abeyance. Please return a clocked-in copy in the self-addressed, stamped envelope provided.

Thank you for your assistance.

Sincerely,

Blanding Holman IV

Suite B

Permission

The permission J. Blanding Holman IV 463 King Street, Suite B Charleston, SC 29403

(843)720-5270

Attorney for Appellants

cc: All Counsel of Record

JUL 09 2018

MAIL / DMS

## THE STATE OF SOUTH CAROLINA In The Supreme Court

### APPEAL FROM THE PUBLIC SERVICE COMMISSION

Appellate Case No. 2018-001165

Commission Docket No. 2018-2-E

South Carolina Coastal Conservation League and Southern Alliance for Clean Energy, Appellants,

v.

South Carolina Public Service Commission, South Carolina Electric & Gas, CMC Steel South Carolina, South Carolina Energy Users Committee, South Carolina Solar Business Alliance, LLC, Southern Current, LLC, and South Carolina Office of Regulatory Staff

Respondents.

## RETURN TO MOTION TO DISMISS APPEAL OR, IN THE ALTERNATIVE, TO HOLD APPEAL IN ABEYANCE

The South Carolina Coastal Conservation League and Southern Alliance for Clean Energy (collectively, the "Conservation Groups") pursuant to South Carolina Appellate Court Rule 240(e), file this Return to South Carolina Electric & Gas Company's ("SCE&G") motion to dismiss this appeal or, in the alternative, to hold the appeal in abeyance. The Conservation Groups oppose the motion to dismiss, but do not oppose SCE&G's request to hold this appeal in

abeyance.

### **ARGUMENT**

South Carolina Appellate Court Rule 203 requires that all notices of appeal from administrative tribunals be served within thirty days of receipt of the decision granting or denying any timely petition for rehearing. S.C. App. Ct. R. 203(b)(6). The only instance where this deadline can be extended is where "a decision indicates that a more full and complete decision is to follow." Id. (emphasis added). In that case, a party "need not appeal until receipt of the more complete decision[.]" Id. (emphasis added).

The Conservation Groups have appealed the Amended Commission Order approving the fuel costs of SCE&G, filed May 2, 2018. The Conservation Groups petitioned for rehearing and reconsideration of this Order on May 10, 2018. The South Carolina Public Service Commission ("Commission") denied the petition in a directive filed May 23, 2018. Because the May 23 directive did not expressly indicate that a more full and complete decision would follow, Conservation Groups filed their notice of appeal within thirty days from that directive.

While it may be possible to infer from other Commission directives that a more full and complete decision is forthcoming—as is required to extend the period in which a party may choose to file an appeal under Rule 203—SCE&G is incorrect to claim that the Commission's May 23, 2018 directive contained any obvious indication about a further order. To the contrary, the Commission's decision directs relief that is on its face self-executing, for example directing SCE&G, in response to the petition filed by the South Carolina Energy User Committee, to provide: "(1) copies of the monthly fuel recovery reports currently filed with the Commission and [Office of Regulatory Staff] and (2) quarterly forecasts beginning with the quarter ending June 30, 2018, of the expected fuel factors to be set at SCE&G's next annual fuel proceeding and

SCE&G's historical over/under-collected balance to date." See Notice of Appeal Exhibit B. These provisions are exactly the same (save the reference to "2018") as those in previous fuel cost docket settlement agreements, and if anything indicate that the Commission did not need to provide or intend on providing additional explanation in an order formalizing its May 23, 2018 decision. See, e.g., Exhibit A (excerpt from 2017 fuel cost docket settlement agreement).

As SCE&G well knows, the requirement of service of the notice of appeal is jurisdictional. If a party misses the deadline, the appellate court "has no authority or discretion to rescue the delinquent party by extending or ignoring the deadline for service of the notice." Elam v. S.C. Dep't of Transp., 361 S.C. 9, 14–15, 602 S.E.2d 772, 775 (2004) (citations omitted). Therefore, to protect their right to appeal, the Conservation Groups relied specifically on the language in the Commission's decision (the directive)<sup>1</sup> denying their petition for rehearing. Seeing no affirmative written indication that an additional order would be forthcoming, and noting the language in Appellate Rule 203 that permits an earlier filing even if an additional order might be coming (the parties "need not appeal until receipt of the more complete decision"), the Conservation Groups filed their Notice of Appeal both to avoid any question about jurisdictional default and to speed this appeal along as quickly as possible.

SCE&G is simply incorrect that the Commission's directive cannot serve as an appealable "decision" under Appellate Court Rule 203. SCE&G cites language in the South

<sup>&</sup>lt;sup>1</sup> The Conservation Groups appreciate the email clarification from the Hearing Officer that a more full and complete order will be forthcoming, but note that the clarification was provided *after* the Conservation Groups filed their notice of appeal. Appellate Court Rule 203 also specifically references the administrative tribunal's "decision." Nothing in the rule suggests that parties may rely on indications outside of the decision to extend the deadline.

Carolina Code and Regulations referring to final "orders" of the Commission,<sup>2</sup> but the term "Order" is in turn defined as "A written decision or opinion issued by the Commission representing the whole or any part of the disposition (whether affirmative, negative, injunctive or declaratory in form) of a proceeding before the Commission." S.C. Code Ann. Regs. 103-804K. Because the Commission directive regarding the pending petitions for rehearing is a "decision" reduced to writing representing the disposition in this docket, it is an appealable order. This conclusion is confirmed by the Commission's practice of routinely disposing of proceedings through directives.<sup>3</sup>

Given the language in Appellate Court Rule 203(b)(6) specifying that appeals may be delayed only where a "decision indicates" on its face that "a more full and complete decision is to follow," there is no basis to dismiss the Conservation Groups' appeal. However, in the interest of judicial economy, the Conservation Groups do not oppose SCE&G's request to hold the appeal in abeyance until the Commission issues an apparently forthcoming written order on the petitions for rehearing. If this Court decides to hold the appeal in abeyance, the Conservation Groups respectfully request that this Court specify how the abeyance order would impact the timing of briefing in this case since the Conservation Groups have already ordered, but not yet received, the transcript of the proceedings from the Public Service Commission.

<sup>&</sup>lt;sup>2</sup> See S.C. Code Ann. § 58-27-2310 ("No right of appeal accrues to vacate or set aside, either in whole or in part, an order of the commission, except an order on a rehearing, unless a petition to the commission for a rehearing is filed and refused . . . "); S.C. Code Ann. Regs. 103-853 ("All proceedings before the Commission shall be disposed of by issuance of an Order . . . "); S.C. Code Ann. Regs. 103-854 ("no cause of action shall accrue in any court of competent jurisdiction to vacate or set aside any Order of the Commission . . . unless a petition for rehearing or reconsideration . . . [is] with the Commission, and an Order has been issued disposing of the matter.").

<sup>&</sup>lt;sup>3</sup> In those instances, the Commission has a practice of noting where a final order will **not** follow the directive. However it apparently has **no** practice of noting where a final order **will** follow a directive, which is what S.C. App. Ct. R. 203(b)(6) requires. See id. (later filed appeals allowed where "a decision indicates that a more full and complete decision is to follow.")

### CONCLUSION

For all these reasons, the Conservation Groups request that the Court deny SCE&G's motion to dismiss. The Conservation Groups do not oppose SCE&G's request to hold the appeal in abeyance.

July 6, 2018

J. Blanding Holman IV Southern Environmental Law Center 463 King Street, Suite B Charleston, SC 29403 (843) 720-5270 bholman@selcsc.org

Attorney for Appellants South Carolina Coastal Conservation League and Southern Alliance for Clean Energy

Blanding Holman

# Exhibit A

Order Exhibit No. 1 Docket No. 2017-2-E Order No. 2017-246 April 27, 2017 Page 9 of 24

fuel costs proceedings held under the procedure and criteria established in S.C. Code Ann. § 58-27-865 (2015).

### Other

- B.10. With regards to plant outages not completed as of December 31, 2016, if any, and outages where final reports of SCE&G, contractors, governmental entities or others are not available, if any, the Settling Parties agree that ORS retains the right to review the reasonableness of the plant outage(s) and associated costs in the review period during which the outage is completed or when the report(s) on such outage(s) become available.
  - B.11. Upon written request, SCE&G will provide the following to the Settling Parties:
    - a. Copies of the monthly fuel recovery reports currently filed with the Commission and ORS; and,
    - b. Quarterly forecasts beginning with the quarter ending June 30, 2017, of the expected fuel factors to be set at SCE&G's next annual fuel proceeding and SCE&G's historical over (under)-collected balance to date. SCE&G agrees it will put forth reasonable efforts to forecast the expected fuel factors to be set at its next annual fuel proceeding; however, the Settling Parties agree that these quarterly forecasts will not be admitted into evidence in any future SCE&G proceeding.
  - B.12. The Settling Parties support the Company's effort to use Internal Revenue Code Section 174 deduction claims to reduce the variable environmental and avoided capacity cost component of the total fuel cost factor and agree to the implementation of the benefit from the deferred tax liability in the manner outlined by SCE&G witness Coffer is reasonable.

## THE STATE OF SOUTH CAROLINA In The Supreme Court

### APPEAL FROM THE PUBLIC SERVICE COMMISSION

Appellate Case No. 2018-001165

Commission Docket No. 2018-2-E

South Carolina Coastal Conservation League and Southern Alliance for Clean Energy, Appellants,

v.

South Carolina Public Service Commission, South Carolina Electric & Gas, CMC Steel South Carolina, South Carolina Energy Users Committee, South Carolina Solar Business Alliance, LLC, Southern Current, LLC, and South Carolina Office of Regulatory Staff

Respondents.

#### PROOF OF SERVICE

I hereby certify that the following persons have been served with one (1) copy of Appellants South Carolina Coastal Conservation League and Southern Alliance for Clean Energy Return to South Carolina Electric & Gas Company's Motion to Dismiss Appeal Or, In The Alternative, To Hold Appeal In Abeyance by depositing it in the United States Mail, postage prepaid, on July 6, 2018, at the addresses set forth below.

The Honorable Jocelyn Boyd Chief Clerk / Administrator Public Service Commission of South Carolina 101 Executive Center Dr., Suite 100 Columbia, SC 29210

Andrew M. Bateman
Jenny R. Pittman
Office of Regulatory Staff
1401 Main Street, Suite 900
Columbia, SC 29201
abateman@regstaff.sc.gov
jpittman@regstaff.sc.gov

Benjamin P. Mustian Willoughby & Hoefer, P.A. Post Office Box 8416 Columbia, SC 29202 bmustian@willoughbyhoefer.com

K. Chad Burgess
South Carolina Electric & Gas Company
220 Operation Way - MC C222
Cayce, SC 29033
chad.burgess@scana.com

Benjamin L. Snowden Kilpatrick Townsend & Stockton, LLP 4208 Six Forks Road, Suite 1400 Raleigh, NC 27609 bsnowden@kilpatricktownsend.com Richard L. Whitt Austin & Rogers, P.A. 508 Hampton Street, Suite 300 Columbia, SC 29201 rlwhitt@austinrogerspa.com

Scott Elliott Elliott & Elliot, P.A. 1508 Lady Street Columbia, SC 29201 selliott@elliottlaw.us

Timothy F. Rogers, Esq. Austin and Rogers, P.A. Post Office Box 11716 Columbia, SC 29201 tfrogers@austinrogerspa.com

Matthew Gissendanner, Esq.
South Carolina Electric & Gas Company
220 Operation Way - MC C222
Cayce, SC 29033
matthew.gissendanner@scana.com

Alexander G. Shissias, Esq. The Shissias Law Firm, LLC 1727 Hampton Street Columbia, SC 29201 alex@shissiaslawfirm.com

This, the 6<sup>th</sup> day of July, 2018.

A. Rachel Pruzin

Southern Environmental Law Center

463 King Street, Suite B

(843) 720-5270